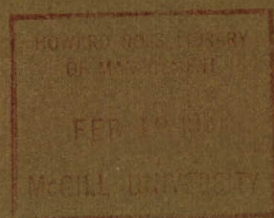


1980

134th ANNUAL STATEMENT
OCTOBER 31, 1980
CITY & DISTRICT SAVINGS BANK



NOTICE OF ANNUAL GENERAL MEETING

The 134th Annual General Meeting of the Shareholders of The Montreal City and District Savings Bank will be held at Le Château Champlain, Place du Canada, Montréal, on Friday, the ninth day of January, 1981, at 11:30 A.M.

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**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK****Highlights
of Consolidated Financial Statements**

	1980	1979
	(in thousands of dollars)	
Assets	\$3 598 573	\$3 250 777
Deposits	\$3 307 480	\$2 940 421
Securities	\$ 468 591	\$ 455 949
Mortgage Loans	\$2 393 700	\$2 157 663
Net Profit for the year	\$ 7 471	\$ 7 802

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**

CONSOLIDATED FINANCIAL STATEMENTS
AS AT OCTOBER 31, 1980



**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Consolidated Statement of
Assets and Liabilities as at October 31**

1980 1979
(in thousands of dollars)

Assets
Cash resources

Cash and due from banks	\$ 270 124	\$ 208 823
Cheques and other items in transit, net	52 140	41 369
Total cash resources	322 264	250 192

Securities (note 3)

Securities issued or guaranteed by Canada	42 723	33 579
Securities issued or guaranteed by a province	108 215	129 370
Other securities	317 653	293 000
Total securities	468 591	455 949

Loans

Mortgages, less provision for losses	2 393 700	2 157 663
Other loans, less provision for losses	208 087	192 127
Total loans	2 601 787	2 349 790

Sundry Assets

Bank premises (note 4)	184 442	165 689
Other assets	21 489	29 157
Total sundry assets	205 931	194 846
	\$3 598 573	\$3 250 777

	1980	1979
	(in thousands of dollars)	
Liabilities		
Deposits		
Deposits by Canada, in Canadian currency	\$ 717	\$ 341
Other deposits, in Canadian currency	3 300 533	2 916 055
Deposits, in currencies other than Canadian	6 230	24 025
Total deposits	3 307 480	2 940 421
Other Liabilities	18 962	22 848
Long-term debt (note 5)	186 524	202 998
Accumulated appropriations for losses (note 6)	20 867	23 863
Shareholders' Equity		
Capital stock (note 7)	3 000	2 984
Reserve account (note 7)	56 760	54 449
Retained earnings	4 980	3 214
Total shareholders' equity	64 740	60 647
	\$3 598 573	\$3 250 777

André Marcil

Chairman of the Board
and Chief Executive Officer

Roger Lavoie

President
and Chief Operating Officer

Auditors' Report to the Directors

We have examined the consolidated Statement of Assets and Liabilities of the Montreal City and District Savings Bank as at October 31, 1980 and the consolidated Statements of Revenue and Expenses, Retained Earnings and Changes in Financial Position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Bank as at October 31, 1980 and the results of its operations and the changes in its financial position for the year then ended.

Auditors:
CHARLES-ALBERT POISSANT, c.a. of Poissant Richard
affiliated with Thorne Riddell

VIANNEY FORGET, c.a. of Samson, Bélair & Associés
Montréal, December 12, 1980

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Consolidated Statement of
Revenue and Expenses**
for the financial year ended October 31

	1980	1979
	(in thousands of dollars)	
Revenue		
Income from loans	\$ 278 038	\$ 215 922
Income from securities	45 971	34 658
Income from deposits with banks	30 285	18 943
Other operating revenue	26 398	20 665
Total revenue	380 692	290 188
Expenses		
Interest on deposits and long-term debt	309 750	220 912
Interest on other liabilities	411	291
Salaries	32 160	27 948
Pension contributions and other staff benefits	4 401	3 421
Property expenses, including depreciation	5 975	6 526
Provision for losses on loans	2 642	2 095
Other operating expenses	26 130	22 552
Total expenses	381 469	283 745
Profit (Loss) before provision for income taxes and extraordinary items	(777)	6 443
Provision for income taxes (note 8)	(5 461)	(175)
Profit before extraordinary items	4 684	6 618
Extraordinary items (note 9)	2 787	1 184
Net profit for the year	\$ 7 471	\$ 7 802
Per share		
Average number of shares outstanding	3 000 000	2 730 149
Profit before extraordinary items	\$ 1.56	\$ 2.42
Net profit for the year	2.49	2.86
Dividends	1.16	1.15

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Consolidated Statement of
Retained Earnings
for the financial year ended October 31**

	1980	1979
	(in thousands of dollars)	
Balance at beginning of year	\$ 3 214	\$ 2 357
Net profit for the year	7 471	7 802
	10 685	10 159
Transfer to accumulated appropriations for losses	225	709
Dividends	3 480	3 236
Transfer to rest account	2 000	3 000
	5 705	6 945
Balance at end of year	\$ 4 980	\$ 3 214

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Consolidated Statement of Changes
in Financial Position**
for the financial year ended October 31
1980
1979

(in thousands of dollars)

Source of funds
Funds provided from operations:

Profit before extraordinary items	\$ 4 684	\$ 6 618
Items not requiring an outlay of funds	569	9 131
	5 253	15 749

Other items providing funds:

Increase in deposit liabilities	367 059	487 331
Increase in long-term debts	—	26 082
Decrease in cash resources	—	7 365
Decrease in other assets	13 206	—
Issue of common shares	327	11 459
	\$ 385 845	\$ 547 986

Use of funds

Increase in cash resources	\$ 72 072	—
Increase in investment in securities	11 052	\$ 64 470
Increase in investment in loans	256 406	333 755
Increase in bank premises	22 348	6 909
Increase in other assets	—	2 090
Decrease in other liabilities	4 013	14 864
Decrease in long-term debts	16 474	—
Net assets acquired in Crédit Foncier	—	122 662
Dividends	3 480	3 236
	\$ 385 845	\$ 547 986

Notes to Consolidated Financial Statements

as at October 31, 1980

1. Accounting Policies

a) Consolidation

The financial statements include the consolidated accounts of the Bank's wholly-owned subsidiary, Crédit Foncier. The 1979 comparative figures include the operating results of Crédit Foncier for a ten month period, from the effective date of acquisition, being January 1, 1979.

b) Rate of exchange

Accounts in foreign currencies are translated at the exchange rate prevailing as at the date of the Statement of Assets and Liabilities or as determined by forward exchange contracts.

c) Securities

The valuation of the Bank's securities is governed by the Quebec Savings Bank Act, whereas those of its subsidiary are established in accordance with generally accepted accounting principles. Bases of valuation are:

	City and District Savings Bank	Subsidiary
Securities issued or guaranteed by Canada or a province	Amortized cost	Amortized cost
Other securities		
Shares	Value not exceeding market	Cost
Other	Value not exceeding market	Amortized cost

In accordance with the rules issued under the authority of the Minister of Finance of Canada, the Bank records all profits and losses on disposal of securities and the provisions required to adjust other securities to values not exceeding market, in accumulated appropriations for losses.

Profits and losses on disposal of securities realized by the subsidiary are recorded as extraordinary items.

d) Bank Premises

Office premises and real estate are valued at cost less accumulated depreciation. Depreciation of real estate (properties held for rental) is computed according to the sinking fund method. Office premises and other fixed assets are depreciated on the declining balance except for leasehold improvements which are depreciated on the straight line basis.

The profit on disposal of real estate is recognized based on payments received and the unrealized portion is included in other liabilities.

e) Income taxes

i) Income taxes are recorded in the financial statements on the deferral basis. Deferred income taxes result from claiming deductions for tax purposes in excess of amounts charged in the accounts.

ii) The Bank records tax benefits resulting from losses carried forward for income tax purposes in the year in which the loss occurs. In the opinion of management, the Bank is virtually certain to realize these benefits.

f) Appropriations for losses

In accordance with the Quebec Savings Bank Act and the rules issued under the authority of the Minister of Finance of Canada, appropriations for losses are established from the Bank's unconsolidated financial data in order to provide for possible unforeseen losses on loans, securities and other assets.

2. Sale of a subsidiary

During the year, the Bank sold its shares of Fiduciaires de la Cité et du District de Montréal Limitée to its wholly-owned subsidiary Crédit Foncier.

3. Securities

Securities	1980		1979	
	(in thousands of dollars)			
	Stated value	Market value	Stated value	Market value
Securities issued or guaranteed by Canada	\$ 42 723	\$ 38 526	\$ 33 579	\$ 29 286
Securities issued or guaranteed by a province	108 215	97 024	129 370	117 539
	150 938	135 550	162 949	146 825
Other securities				
Shares	92 499	95 525	82 333	83 529
Other	225 154	224 538	210 667	208 413
	317 653	320 063	293 000	291 942
	\$468 591	\$455 613	\$455 949	\$438 767

4. Bank premises

	Cost	Accumulated depreciation	Net value	
			1980	1979
			(in thousands of dollars)	
Real estate	\$153 066	\$ 1 205	\$151 861	\$132 374
Office premises				
— Land	7 633	—	7 633	7 023
— Buildings	34 343	15 799	18 544	19 277
	<u>195 042</u>	<u>17 004</u>	<u>178 038</u>	<u>158 674</u>
Other	18 213	11 809	6 404	7 015
	<u>\$213 255</u>	<u>\$28 813</u>	<u>\$184 442</u>	<u>\$165 689</u>

Depreciation charged to operations in 1980 amounted to \$3 480 000 compared with \$3 933 000 in 1979.

5. Long-term debt

	1980	1979
	(in thousands of dollars)	
Mortgages	\$ 26 875	\$ 24 903
Bonds subject to trust deeds		
Maturity		
1980	—	2 701
1981	57 448	56 366
1982	31 582	32 900
1983	5 999	5 999
1984	39 658	46 887
1985	13 000	6 000
1986-90	6 124	19 947
	<u>153 811</u>	<u>170 800</u>
Accrued interest	5 838	7 295
	<u>\$186 524</u>	<u>\$202 998</u>

6. Accumulated Appropriations for Losses

	1980	1979
	(in thousands of dollars)	
Accumulated appropriations at beginning of year:		
General	\$ 7 497	\$ 9 627
Tax paid	16 366	18 379
	23 863	28 006
Add:		
Transfer from retained earnings, net	225	709
Provision for income taxes, including no credit (1979: \$2 500) relating to transfer from current year	19	1 283
	24 107	29 998
Deduct:		
Profits and losses on securities, including provisions to reduce other securities to values not exceeding market	2 005	7 753
Loss experience on loans less provision included in the Statement of Revenue and Expenses	926	269
Other (profits) or losses, and non recurring items, net	309	(1 887)
Accumulated appropriations at end of year:	\$ 20 867	\$ 23 863
General	\$ 5 881	\$ 7 497
Tax paid	14 986	16 366
	\$ 20 867	\$ 23 863

7. Capital Stock and Rest Account

During the year, Capital Stock and Rest Account have changed as follows:

	Capital Stock		Rest Account	
	(in thousands of dollars)			
	Issued and fully paid	Partly paid	Amount	Amount
Balance as at October 31, 1979	2 946	54	\$ 2 984	\$ 54 449
Proceeds from issue of 1979	54	(54)	16	311
Transfer from retained earnings				2 000
Balance as at October 31, 1980	<u>3 000</u>	<u>—</u>	<u>\$ 3 000</u>	<u>\$ 56 760</u>

During the year, the Governor General in Council approved a shareholders' By-Law increasing the authorized Capital stock from three million dollars (\$3 000 000) divided into shares of one dollar each, to eight million dollars (\$8 000 000) divided into shares of one dollar each.

8. Provision for income taxes

A part of the income from securities being from tax-exempt investments, the provision for income taxes shown in the Statement of Revenue and Expenses is less than that obtained by applying statutory tax rates to the profit before provision for income taxes.

Loss carried forward for income tax purposes amount to \$13 827 000 which can be used to reduce taxable income until 1985.

9. Extraordinary items

	1980	1979
	(in thousands of dollars)	
Profit on disposal of securities	\$ 3 092	\$ 1 086
Profit on disposal of bank premises	585	591
Other items	(97)	—
	<u>3 580</u>	<u>1 677</u>
Less income taxes	793	493
	<u>\$ 2 787</u>	<u>\$ 1 184</u>

10. Remuneration of Directors and Senior Officers of the Bank

Remuneration paid to the directors and senior officers of the Bank amount to \$914 000 in 1980 compared to \$824 000 in 1979.

11. Subsequent event

The Act amending the Quebec Savings Banks Act was proclaimed in force on December 1, 1980. Amongst other changes, the new Act increases the Bank's powers to borrow and make loans and also authorizes the Bank to operate throughout Canada.

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**

FINANCIAL STATEMENTS
AS AT OCTOBER 31, 1980



The financial statements of the Montreal City and District Savings Bank are presented hereafter in the form prescribed by the Quebec Savings Bank Act.

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
Statement of Assets and Liabilities
as at October 31
1980
1979
Assets
Cash resources

Cash and due from banks	\$ 262 719 351	\$ 190 473 002
Cheques and other items in transit, net	56 196 680	46 597 359
Total cash resources	318 916 031	237 070 361

Securities

Securities issued or guaranteed by Canada, at amortized value	39 635 999	31 084 382
Securities issued or guaranteed by a province, at amortized value	82 865 704	103 367 449
Other securities not exceeding market value	71 010 116	93 911 210
Securities of corporations controlled by the Bank, at cost (note 2)	129 491 909	127 991 909
Total securities	323 003 728	356 354 950

Loans

Mortgages, less provision for losses	884 771 767	874 756 503
Other loans, less provision for losses	200 915 433	175 833 967
Total loans	1 085 687 200	1 050 590 470

Sundry Assets

Bank premises at cost, less amounts written off	18 538 071	19 798 933
Other assets	10 887 924	11 511 657
Total sundry assets	29 425 995	31 310 590
	\$1 757 032 954	\$1 675 326 371

	1980	1979
Liabilities		
Deposits		
Deposits by Canada, in Canadian currency	\$ 717 474	\$ 340 968
Other deposits in Canadian currency	1 670 945 978	1 584 887 887
Deposits in currencies other than Canadian	1 048 148	743 737
Total deposits	1 672 711 600	1 585 972 592
Other Liabilities	3 384 474	7 493 435
Accumulated appropriations for losses	20 867 132	23 863 505
Shareholders' Equity		
Capital stock (note 3)	3 000 000	2 983 647
Rest account (note 3)	56 760 000	54 449 299
Undivided profits	309 748	563 893
Total shareholders' equity	60 069 748	57 996 839
	\$1 757 032 954	\$1 675 326 371

André Marcil

Chairman of the Board
and Chief Executive Officer

Roger Lavoie

President
and Chief Operating Officer

Auditors' Report to the Shareholders

We have examined the Statement of Assets and Liabilities of the Montreal City and District Savings Bank as at October 31, 1980 and the Statement of Revenue, Expenses and Undivided Profits, the Statement of Accumulated Appropriations for Losses and the Statement of Changes in Financial Position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Bank as at October 31, 1980 and its revenue, expenses and undivided profits, accumulated appropriations for losses and changes in financial position for the year then ended.

Auditors:

CHARLES-ALBERT POISSANT, c.a. of Poissant Richard
affiliated with Thorne Riddell

VIANNEY FORGET, c.a. of Samson, Bélair & Associés
Montréal, December 12, 1980

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Statement of Revenue, Expenses and
Undivided Profits**
for the financial year ended October 31

	1980	1979
Revenue		
Income from loans	\$ 120 957 225	\$ 105 125 889
Income from securities	29 335 482	28 711 124
Other operating revenue	30 507 819	23 432 308
Total revenue	180 800 526	157 269 321
Expenses		
Interest on deposits	136 791 392	110 515 749
Salaries, pension contributions and other staff benefits	25 019 971	23 049 567
Property expenses, including depreciation	6 077 076	6 442 637
Other operating expenses, including provision of \$2 050 000 (\$1 600 000 in 1979) for losses on loans based on five-year average loss experience	10 889 451	10 873 323
Total expenses	178 777 890	150 881 276
Balance of revenue	2 022 636	6 388 045
Provision for income taxes relating thereto (note 4)	(3 428 688)	(910 383)
Balance of revenue after provision for income taxes	5 451 324	7 298 428
Appropriation for losses	1 225 469	2 708 754
Net profits for the year	4 225 855	4 589 674
Dividends	3 480 000	3 252 447
Amount carried forward	745 855	1 337 227
Undivided Profits		
Balance at beginning of year	563 893	226 666
Transfer from accumulated appropriations for losses	1 000 000	2 000 000
Total	2 309 748	3 563 893
Transferred to Rest account	2 000 000	3 000 000
Balance at end of year	\$ 309 748	\$ 563 893

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
**Statement of Accumulated
Appropriations for Losses
for the financial year ended October 31**

	1980	1979
Accumulated appropriations at beginning of year:		
General	\$ 7 496 987	\$ 9 627 230
Tax paid	16 366 518	18 378 996
	23 863 505	28 006 226
Add:		
Appropriation from current year's operations	1 225 469	2 708 754
Provision for income taxes, including no credit (1979: \$2 500 389) relating to appropriation from current year's operations (note 4)	19 018	1 283 214
	25 107 992	31 998 194
Deduct:		
Profits and losses on securities, including provisions to reduce securities other than those of Canada and a province to values not exceeding market	2 005 010	7 753 030
Loss experience on loans less provision included in other operating expenses	926 083	269 220
Other (profits), losses and non-recurring items, net	309 767	(1 887 561)
Transferred to undivided profits	1 000 000	2 000 000
Accumulated appropriations at end of year:	\$ 20 867 132	\$ 23 863 505
General	\$ 5 880 633	\$ 7 496 987
Tax paid	14 986 499	16 366 518
	\$ 20 867 132	\$ 23 863 505

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK**
Statement of Changes in Financial Position
for the financial year ended October 31

	1980	1979
Source of funds		
Funds provided from operations:		
Balance of revenue after provision for income taxes	\$ 5 451 324	\$ 7 298 428
Items not requiring an outlay of funds	3 777 283	5 598 474
	9 228 607	12 896 902
Other items providing funds:		
Increase in deposits liabilities	86 739 008	254 045 780
Decrease in investment in securities	32 411 536	—
Decrease in other assets	341 719	1 612 946
Issue of common shares	327 054	11 458 995
	\$ 129 047 924	\$ 280 014 623
Use of funds		
Increase in cash resources	\$ 81 845 670	\$ 1 308 195
Increase in investment in securities	—	96 640 963
Increase in investment in loans	38 913 300	171 465 742
Increase in bank premises	760 916	2 265 872
Decrease in other liabilities	4 048 038	5 081 404
Dividends	3 480 000	3 252 447
	\$ 129 047 924	\$ 280 014 623

Notes to Financial Statements

as at October 31, 1980

1. Significant Accounting Policies

The Quebec Savings Bank Act and the rules issued under the authority of the Minister of Finance of Canada prescribe the form and content of the financial statements issued by the Bank.

The significant accounting policies are as follows:

a) Securities

Profits and losses on disposals of securities and the necessary provisions to adjust other securities to an amount not exceeding market value are recorded in the Statement of Accumulated Appropriations for Losses.

b) Bank premises

Depreciation of bank premises is computed on the declining balance basis for buildings and equipment and on the straight-line basis for leasehold improvements.

c) Appropriations for losses

The Bank establishes a provision for losses on loans based on five-year average loss experience and charges it to the Statement of Revenue and Expenses. In addition the Bank may set up an appropriation for losses out of the balance of revenue after provision for income taxes in order to provide for possible unforeseen future losses on loans, securities and other assets.

d) Income taxes

i) Income taxes are recorded in the financial statements on the deferral basis. Deferred income taxes result from claiming deductions for tax purposes in excess of amounts charged in the accounts.

ii) The Bank records tax benefits resulting from losses carried forward for income tax purposes in the year in which the loss occurs. In the opinion of management, the Bank is virtually certain to realize these benefits.

2. Securities of Corporations controlled by the Bank

The investment in shares in the wholly-owned subsidiary at cost is as follows:

	1980	1979
Crédit Foncier	\$129 491 909	\$123 141 909
Fiduciaires de la Cité et du District de Montréal Limitée	—	4 850 000
	<u>\$129 491 909</u>	<u>\$127 991 909</u>

During the year, the Bank purchased common shares of Fiduciaires de la Cité et du District de Montréal Limitée (Fiduciaires) at a cost of \$1 500 000. Subsequently, the Bank sold to its wholly-owned subsidiary Crédit Foncier, the investment in shares of Fiduciaires for a total consideration of \$7 570 376, representing the net book value of the subsidiary as at October 31, 1979. As consideration the Bank received 54 074 common shares of Crédit Foncier.

The Bank has not recognized any profit in its financial statements resulting from the sale of shares of the subsidiary and has availed itself of the rollover provisions of the Income Tax Act.

3. Capital Stock and Rest Account

During the year, Capital Stock and Rest Account have changed as follows:

	Capital Stock			Rest Account
	Number of shares Issued and fully paid	Partly paid	Amount	Amount
Balance as at October 31, 1979	2 945 491	54 509	\$ 2 983 647	\$ 54 449 299
Proceeds from issue of 1979	54 509	(54 509)	16 353	310 701
Transfer from Undivided profits				2 000 000
Balance as at October 31, 1980	<u>3 000 000</u>	<u>—</u>	<u>\$ 3 000 000</u>	<u>\$ 56 760 000</u>

During the year the Governor General in Council approved a shareholders' By-Law increasing the authorized capital stock from three million dollars (\$3 000 000) divided into shares of one dollar each, to eight million dollars (\$8 000 000) divided into shares of one dollar each.

4. Provision for income taxes

A part of the Bank's income from securities being from tax-exempt investments, the provision for income taxes shown in the statement of Revenue, Expenses and Undivided profits is less than that obtained by applying statutory tax rates to the balance of revenue.

Provision for income taxes consists of the following:

	1980	1979
Statement of Revenue, Expenses and Undivided profits	\$ (3 428 688)	\$ (910 383)
Statement of Accumulated Appropriations for Losses	(19 018)	(1 283 214)
Net provision for income taxes	\$ (3 447 706)	\$ (2 193 597)

Loss carried forward for income tax purposes amount to \$6 997 323, which can be used to reduce taxable income until 1985.

5. Comparative figures

Certain of the preceding year figures have been reclassified to conform with the current year financial statement presentation.

6. Subsequent event

The Act amending the Quebec Savings Banks Act was proclaimed in force on December 1, 1980. Amongst other changes, the new Act increases the Bank's powers to borrow and make loans and also authorizes the Bank to operate throughout Canada.

**THE MONTREAL CITY AND DISTRICT
SAVINGS BANK'S
SUBSIDIARY**

Consolidated Balance Sheet

as at October 31

	1980	1979
Assets		
Cash and deposits	\$ 54 331 000	\$ 41 900 000
Bonds	149 182 000	86 799 000
Stocks	82 410 000	61 434 000
Mortgages	1 516 100 000	1 184 956 000
Real estate	140 119 000	121 574 000
Office premises	7 157 000	6 762 000
Other assets	9 962 000	9 527 000
	\$1 959 261 000	\$1 512 952 000
Liabilities		
Short term notes	\$ 250 509 000	\$ 151 116 000
Debentures and guaranteed investment certificates	1 552 857 000	1 222 419 000
Mortgages payable by subsidiaries	27 092 000	26 228 000
Income taxes	277 000	269 000
Other liabilities	4 916 000	2 573 000
Deferred income	4 499 000	4 972 000
Deferred income taxes	8 617 000	8 738 000
Shareholders' equity	110 494 000	96 637 000
	\$1 959 261 000	\$1 512 952 000

**Consolidated Statement of Revenue
and Expenses for**

	Twelve months ended October 31, 1980	Ten months ended October 31, 1979
Revenue		
Interest	\$ 185 104 000	\$ 107 281 000
Dividends	5 040 000	2 720 000
Office premises and real estate revenue	18 837 000	13 155 000
Other	2 863 000	567 000
	211 844 000	123 723 000
Expenses		
Interest	174 750 000	97 426 000
Office premises and real estate expenses	10 024 000	6 993 000
Salaries and staff benefits	11 541 000	6 245 000
Other operating expenses	9 854 000	6 505 000
	206 169 000	117 169 000
Profit before income taxes	5 675 000	6 554 000
Income taxes	(2 033 000)	684 000
Net operating profit	7 708 000	5 870 000
Extraordinary items	5 277 000	2 633 000
Net profit for the year	\$ 12 985 000	\$ 8 503 000
Profit per share	\$ 14.05	\$ 9.77

Board of Directors

- * André Marcil
Chairman of the Board
and Chief Executive Officer
 - * Raymond Garneau
Vice-Chairman of the Board
 - * Roger Lavoie
President and Chief Operating Officer
 - ** Guy A. Beaudin
 - * Claude Castonguay
 - * Réjean Gagné
 - * Robert Gratton
 - Michael B. Harding
 - Josette D. Leman
 - * Pierre H. Lessard
 - ** Morgan McCammon
 - * Philippe Roberge
 - Jeannine Guillevin Wood
 - * Member of the Executive Committee
 - ** Member of the Audit Committee
- HEAD OFFICE: 266 St-Jacques Street,
Montréal H2Y 1N2

Executive Officers of the Bank

- André Marcil
Chairman of the Board
and Chief Executive Officer
- Raymond Garneau
Vice-Chairman of the Board
- Roger Lavoie
President and Chief Operating Officer
- Roland Brien
Assistant General Manager
- Jacques Ethier
Assistant General Manager
- Jacques Julien
Assistant General Manager
- René Delisle
Assistant General Manager
- Gilles Lavigne
Assistant General Manager
- André Danis
Assistant General Manager
- Camille Antaki
Secretary
- Jacques Parent
Chief Accountant



